



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: **SB 305** SLS 12RS 175

Bill Text Version: **ENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 2, 2012	6:56 AM	Author: WHITE
Dept./Agy.: Education		
Subject: Creation of school boards		Analyst: Mary Kathryn Drago

SCHOOLS

EG SEE FISC NOTE

EX See Note

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Constitutional amendment to remove geographic limitations on the legislature's authority to create new school boards and provide relative to the financing of public education. (2/3 - CA13sl(A))

The proposed constitutional amendment changes references from parish school boards to local public school boards and from parish and city school systems to local public school systems. The amendment allows the legislature to provide for school board’s geographic jurisdiction. On and after January 1, 2013, an Act of the legislature creating a local public school board and providing for its school district shall become effective only if the proposed school board and school district as provided in the Act have been approved by both of the following at an election held for the purpose: a majority of the electors of the proposed school district who vote on the proposition and a majority of the electors of the entirety of each existing school district from which the proposed district is to be created who vote on the proposition. The amendment would allow the inclusion of all legislatively created school boards in the Minimum Foundation Program. The amendment would provide legislatively created local school boards the same taxing authority afforded to previously created local school boards. The amendment will be placed on the ballot at the statewide election to be held on November 6, 2012.

EXPENDITURES	2012-13	2013-14	2014-15	2015-16	2016-17	5 -YEAR TOTAL
State Gen. Fd.	\$0	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	\$0
Local Funds	<u>\$0</u>	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	<u>\$0</u>
Annual Total	\$0					\$0

REVENUES	2012-13	2013-14	2014-15	2015-16	2016-17	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total						

EXPENDITURE EXPLANATION

In the event the amendment is passed and legislation is enacted to create new school systems, new school systems could be created in geographic jurisdictions set by the legislature in the future which would allow for state, federal and local resources to be transferred from existing school systems to newly created systems. It is possible that there could be changes to the funding in the Minimum Foundation Program if new school systems are created, however, the state general fund expenditures may increase or decrease as a result of any changes. If a new school system is created local school district expenditures may increase initially related to startup costs.

While the proposed legislation does not call for a local election, the bill mentions that newly created school boards and school districts will only become effective after a majority of the electors in the affected districts vote on the proposition. For informational purposes, the average cost for local elections is between \$1,000 and \$1,200. If the local election is held at the same time as a statewide Congressional/Gubernatorial/Presidential election date, the local governments will share in the cost of the election with the state, thus, decreasing the average cost noted above.

REVENUE EXPLANATION

The constitutional amendment allows newly created school systems to raise local revenues, thus there may be increases in local revenues in future fiscal years.

Senate	Dual Referral Rules	House	
<input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}		<input type="checkbox"/> 6.8(F)1 >= \$500,000 Annual Fiscal Cost {S}	<div><div><div>H. Gordon Monk</div><div>H. Gordon Monk</div><div>Legislative Fiscal Officer</div></div></div>
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}		<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}	